NOTE: The address was recorded at 8:25 a.m. on October 16 in Riverside, CA, for broadcast at 10:06 a.m. on October 18. The transcript was made available by the Office of the Press Secretary on October 17 but was

embargoed for release until the broadcast. The Office of the Press Secretary also released a Spanish language transcript of this address.

Remarks Following Discussions With President Gloria Macapagal-Arroyo of the Philippines and an Exchange With Reporters in Manila, Philippines October 18, 2003

President Macapagal-Arroyo. I'd like to thank President Bush for coming to the Philippines on this state visit. It affirms the warm and deep relations between our two countries. It's another building block in the revitalized and maturing alliance, rooted in shared histories and shared values, a common interest in global peace and prosperity, as well as a real commitment of combating terrorism and advancing freedom.

I'd like to take this opportunity to thank the United States for its support for the Philippines as a nonpermanent member of the Security Council for the term 2004 to 2005 and also for designating the Philippines as a major non-NATO ally.

I also welcome the Joint Defense Assessment named by our respective defense agencies. It recognizes that the world today requires a new perspective on political and economic security. The assessment recognizes the determination of the Philippines to take greater responsibility for its own political and economic security, even as it acknowledges that strong relations with the U.S. will contribute greatly to peace and prosperity, stability and security, especially from terrorism. Indeed, we must close ranks and stand firm against terrorist threats, however grave, however armed, and from whatever quarter.

When those violence happened in May 2001, the Philippines chose to fight terrorism, compensating for such modest means that it commands with an

unshakable resolve to defeat it once and for all.

I thank President Bush for continued security assistance which enhances the means to defeat terrorism. I also appreciate the help of President Bush for increased economic assistance to alleviate poverty and other socio-economic ills from which terrorism draws its strength. I take pride in the robust economic ties that bind the Philippines and the United States.

This past week, in preparation for this visit, we witnessed the launching in the Philippines of Convergys, the largest customer care service company in the world, which is hiring 3,000 workers in its first year of operation. We also witnessed the launching of a new \$50 million investment of Ford to launch the Philippines as an export hub for the world. We received \$33 million of new USAID money for educational assistance in the conflict-affected areas, and we celebrated the electrification of 1,650 barangays with a contribution of one million pesos per barangay from Mirant, CalEnergy, and San Roque, all in preparation for your visit, Mr. President.

I look forward to the rest of my talks with President Bush and the officials of his administration. Once again, thank you, Mr. President, and thanks to Mrs. Bush for making this state visit to the Philippines.

President Bush. Madam President, thanks. It's been a—this is going to be a

great trip, thanks to your wonderful hospitality. I want to thank you and your Government for such wonderful arrangements. And I want to thank the people of Manila for being so friendly to Laura and me as we drove through the streets. There was an outpouring of enthusiasm and waving that really made us feel great, and we want to thank your country very much.

I'm here to continue our important discussions. And I want to remind the people of this country what a great leader you've been when it comes to fighting terror. You've been strong and stalwart, and that's what's needed. The terrorists want to frighten people into inaction. They want to create fear and, therefore, have their way. And you have been strong, and I appreciate that very much. We want to continue to help you.

And I also want to thank you for your vision of understanding that freedom is important. It's a human right, and where there's human suffering and tyranny, that—at the same time, terrorist links—the free world must work to change conditions, hopefully in peaceful ways. But sometimes tyranny is so stubborn and ignores the reality that we have to take tough decisions. And Mr. President, you understand that, and I want to thank you very much for that.

I also want to continue to work on close ties, particularly when it comes to trade and jobs. We want the people of the Philippines working, and we want the people of America working. And by having good free trade and fair trade, we can help both countries.

And finally, I want to thank you very much for working together on matters of education. We've got a great education initiative, and you recognize, like I recognize, that education is the best way to fight poverty. And therefore, education is also a great way to enhance democracy.

Thank you for your leadership. Thanks for your hospitality. I'm looking forward to the rest of the day in this beautiful country.

President Macapagal-Arroyo. Thank you. President Bush. If it's all right, we've got, obviously, some anxiety built up in our press corps there—[laughter].

Q. Mr. President——

President Bush. Yes. Speaking about anxiety, yes—[laughter]—the dean of the traveling crowd here.

Terrorist Threat in the Philippines

Q. How serious do you think the terrorism threat is here in the Philippines? And what specifically can you do to help President Arroyo deal with it?

President Bush. Well, I think the Abu Sayyaf is serious. It's serious because there are no rules when it comes to a crowd like the Abu Sayyaf. They kidnap. They kill. They maim. And there's only one way to deal with them, and that's to find them and to bring them to justice, which is precisely what the Arroyo Government has been doing.

I was briefed before you all came in about the progress made against the Abu Sayyaf group. Not only has the leadership been slowly but surely brought to justice, but many members of the Abu Sayyaf have been brought to justice.

The best thing we can continue to do within our respective constitutions and/or budgets is to work in a close, cooperative way, starting with intelligence sharing and then providing the assets and the capacity and training to move quickly when a particular target is found. The cooperation between the United States and the Philippines is strong. The success against this particular group is a model for the region, as far as I'm concerned, and I want to thank the President for that.

President Macapagal-Arroyo. Thank you.

APEC Summit Agenda

Q. Mr. President, you're trying to put security on the agenda at APEC. Do you think some leaders of this region, some countries are not doing enough to crack down on terrorism?

President Bush. No, I think security is on the agenda. What I'm trying to do and will do is to remind people that the war on terror goes on. See, the easiest thing to do is to think the war on terror is over with. It's certainly the most comfortable approach. And I just will remind people that, in view of the United States, that the United States is still threatened and our friends are threatened, and therefore, we must continue to cooperate and work. And the good news is that I don't have to convince Madam President of that. She understands that as well as anybody in the region.

We'll also, of course, talk about jobs. And I want our people working, and I know the President wants the people of the Philippines working. And trade is important. It's an important way to lift lives on both sides of the Pacific. But it's also important to have free—fair trade. In other words, we want the trade to be—markets to be equally open. And that's an important conversation that I will have with the members of APEC.

And the other thing, of course, is a chance to renew friendships and to be able to kind of continue discussions that I had been having in the past. The President and I, gosh, we've talked a lot. We've met a lot, and we've talked a lot. These meetings are important ways to keep our friendships going and to keep our common interests alive.

Q. Mr. President——

President Bush. Stretch [Richard Keil, Bloomberg News]. We call him Stretch. [Laughter]

President Macapagal-Arroyo. I can see why. [Laughter]

U.N. Security Council Resolution on Iraq

Q. You got a resolution through the U.N. this week, but some of the countries that opposed the war, going back to last year, France, Germany, Russia, still haven't come forward with any contributions. Do you think this—and some members of your administration cautioned us against assuming

there will be any major inflow of contributions, troops, and money, as a result of this. Do you think that's a realistic outlook on things?

President Bush. Well, first, let me thank those countries for their vote at the U.N. That was a very important vote. And as a matter of fact, the first thing that the President and I discussed, and the first thing that Prime Minister Koizumi and I discussed was the vote at the U.N. It's important for these countries around the world to see the U.N. act the way the U.N. acted in a 15 to nothing U.N. Security Council resolution vote. It was a strong vote.

And as to whether or not they'll participate, time will tell. But I—take, for example, Germany. Germany is participating in the aftermath of certain battles in the war on terror. And that is in Afghanistan; they're making a very serious, important contribution. And for that we are very grateful. And there will be other ways for nations to contribute in the overall war on terror.

And I'm pleased with the progress we are making in Iraq. The President and I discussed that progress, and it's measurable progress. For example, we had a goal of 1,000 schools to open after the end of the conflict, and it wasn't 1,000 schools that were refurbished and opened, but it was 1,500—1,500 schools. And the electricity is coming on, and the water is more pure. And I can cite a series of examples where life is improving for the Iraqi citizen.

It is still a dangerous place because there are still haters and thugs and terrorists who are willing to take innocent life. And the reason why is, is because they want America to leave. They want to create the conditions of fear, and therefore, we'll say, "Well, we've had enough." But we're not leaving. See, we're not leaving until we complete the task.

And I am pleased with progress. And one of the President's ministers was there, talking about education matters and the need for us to continue to work together to improve the lives of the Iraqi citizens, and we will. It's in our interest that Iraq be free and peaceful. It will help change the world.

And I want to thank the President for her strong support. There are Philippine citizens there today. All right, thank you all.

NOTE: President Macapagal-Arroyo spoke at approximately 2:30 p.m. at Malacanang Palace. In his remarks, President Bush referred to Prime Minister Junichiro Koizumi of Japan. Portions of these remarks could not be verified because the tape was incomplete.

Remarks to a Joint Session of the Philippine Congress in Quezon City, Philippines October 18, 2003

Thank you all very much. Thank you. Mr. President, Mr. Speaker, Members of the Congress, distinguished guests, I thank you for your gracious welcome to the Republic of the Philippines. I also want to thank the citizens of Manila who lined the streets today for their warm and gracious welcome to Laura and me. It warmed our hearts. And I want to thank you for inviting me to be the first American President since Dwight Eisenhower to address this body.

Earlier this year, Laura and I hosted President and Attorney Arroyo at the White House, the first state visit from an Asian country during my administration. Today we are honored to visit America's oldest ally in Asia and one of America's most valued friends in the world.

The great patriot Jose Rizal said that nations win their freedom by deserving it, by loving what is just, what is good, what is great to the point of dying for it. In the 107 years since that good man's heroic death, Filipinos have fought for justice; you have sacrificed for democracy; you have earned your freedom.

America is proud of its part in the great story of the Filipino people. Together our soldiers liberated the Philippines from colonial rule. Together we rescued the islands from invasion and occupation. The names of Bataan, Corregidor, Leyte, Luzon evoke the memories of shared struggle and shared loss and shared victory. Veterans of those battles are here today. I salute your courage and your service. Along the way and through the years, Americans have gained an abiding respect for the character of your nation and for the decency and courage of the Filipino people.

The Pacific is wide, but it does not divide us. Over 2 million American citizens trace their ancestry to these islands. The commerce between us is vibrant and growing. We work together each day in law enforcement and economic development and government reform. Our young people study at each other's universities. Many Filipinos teach in American public schools. And just this week, our two Governments launched a 6-year effort to extend greater educational opportunities to children in some of the poorest regions of this country. We understand—we both know that education helps defeat poverty.

The United States and the Philippines are warm friends. We cherish that friendship, and we will keep it strong. Our countries are joined by more than a market, even more than an alliance. This friendship is rooted in the deepest convictions we hold. We believe in free enterprise, disciplined by humanity and compassion. We believe in the importance of religious faith, protected by religious liberty. We believe in the rule of law, made legitimate by the